

January 2, 2007

Ms. Elizabeth O'Donnell
Executive Director
Public Service Commission
211 Sower Boulevard
Frankfort, KY 40602

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PUBLIC SERVICE
COMMISSION

Re: Case No. 2003-00380

Dear Ms. O'Donnell:

Please find enclosed for filing with the Commission in the above-referenced case a report by East Kentucky Power Cooperative, Inc., of efforts through December 31, 2006, to mitigate local impacts during the construction of the Spurlock-Flemingsburg-Goddard transmission line.

Very truly yours,



Charles A. Lile
Senior Corporate Counsel

Enclosures

Cc: Parties of Record

Progress Report for Spurlock-Flemingsburg Right of Way Activities- December 31, 2006

Overview

There are 107 tracts of land on which negotiated rights will be necessary to construct the project. The following tract statistics describe our progress to date.

Signed easements	95	plus 13/14ths undivided interest in an additional tract (we have been unable to locate two of the heirs as of this writing).
Contacted	105	
Negotiations in progress	01	
Condemnations	05	(Seven interlocutory judgments have been granted by the court. Attempts have been successful in resolving one of the four condemnations out of court, mentioned in the previous report.)

Mitigation

Some centerline location requests were made by property owners at the EKPC sponsored open house held May 22, 2003. These requests were evaluated and route adjustments were made when the initial centerline location was established. There were 4 tracts involved in this early mitigation.

After the centerline location was established, requests have also been made by property owners as to the location of structures and/or the centerline. A summary is listed below.

Signed easement group

- 4 structure location adjustments were requested and agreed upon for signing of easement.
- 7 structure locations were requested and agreed upon after negotiations were complete.

- 3 structure locations were requested and adjustments made prior to a negotiated easement.

Other mitigations negotiated by landowners in the signed easement group.

- Grantee agrees not to upgrade the line to a higher voltage without Grantor's additional written consent.
- No additional structures added without the Grantor's additional written consent.
- Grantee agrees not to spray herbicides as long as the Grantor maintains the described easement area.
- No buried telecommunications or equipment for buried telecommunications of any kind will be placed within the easement area without written approval from the Grantor.
- Install gates on or near the right of way in interior and exterior fence lines.
- Limited access during times of construction and or normal maintenance.

Property owners may make other requests as negotiations proceed, and will be reflected in future reports.

Centerline Impact – highway construction project

The progress report for the relocation of EKPC's existing Spurlock-Avon 345kV transmission line is included in the above information.

Transmission line construction

The construction of the transmission line is complete.

Reclamation of surface damages

Reclamation is complete with the exception of three tracts in the northern portion of the project, being part of the 345kV highway relocation.